

THE LOS ANGELES COUNTY FIFTH DISTRICT CONSOLIDATED OVERSIGHT BOARD

AGENDA REPORT SUCCESSOR AGENCY TO THE COVINA REDEVELOPMENT AGENCY

MEETING DATE:	January 13, 2022
TITLE:	Recognized Obligation Payment Schedule (ROPS 22-23), covering July 1, 2022 through June 30, 2023
PRESENTED BY:	Anita Agramonte, Administrative Services Director
RECOMMENDATION:	Adopt Resolution COB 22-01 , approving the Recognized Obligation Payment Schedule (ROPS 22-23) covering July 1, 2022 through June 30, 2023 and direct it to be provided to Department of Finance for consideration and approval

BACKGROUND:

Pursuant to Health and Safety Code (HSC) Section 34177, the Successor Agency to the Covina Redevelopment Agency ("Successor Agency") is required to submit an annual ROPS for the upcoming fiscal year to the California State Department of Finance (DOF) for approval in order to obtain sufficient funds to meet authorized financial obligations of the Successor Agency. Effective July 1, 2018, the Oversight Board to the Successor Agency to the Covina Redevelopment Agency was disbanded and all future Oversight Board matters will be considered by the Consolidated Oversight Board (COB) for Supervisorial District 5, which includes the City of Covina. In order to submit the ROPS to DOF by the required February 1, 2022 date, the COB will need to consider this matter in January 2022.

DISCUSSION:

In order for the Successor Agency to receive sufficient funding to meet its financial obligations, the COB must approve the ROPS. The ROPS must be adopted for each successive annual fiscal period, pursuant to Senate Bill 107, signed on September 22, 2015.

The ROPS 22-23 is attached as part of Attachment A for COB consideration and approval. Upon COB approval, the resolution will be forwarded to DOF for their consideration and approval.

The ROPS schedule includes Redevelopment Property Tax Trust Fund (RPTTF) line items for debt service payments including, but not limited to, the debts listed below:

- 2004 Tax Allocation Bonds Series A and B-1

- 2013E Tax Allocation Revenue Refunding Bonds
- 2014A Tax Allocation Revenue Refunding Bonds
- Property Disposition Costs

FISCAL IMPACT:

In order for the Successor Agency to meet its financial obligations during this period, an approved ROPS must be filed with the Los Angeles County Auditor-Controller, the State of California Controller and the DOF. For July 1, 2022 through December 31, 2022 period (ROPS 22-23A), the Successor Agency is projecting expenditures of \$3,250,235 and for January 1, 2023 through June 30, 2023 period (ROPS 22-23B) the request is for \$3,272,738

CEQA (CALIFORNIA ENVIRONMENTAL QUALITY ACT):

The approval of the ROPS by the COB does not commit the COB to any action that may have a significant effect on the environment. As a result, such action does not constitute a project subject to the requirements of the California Environmental Quality Act.

Respectfully submitted,



Anita Agramonte
Finance Director

ATTACHMENTS:

Attachment A: Resolution COB 22-01 including Exhibit A (ROPS 22-23 for July 1, 2022 through June 30, 2023)

Recognized Obligation Payment Schedule (ROPS 22-23) - Summary
Filed for the July 1, 2022 through June 30, 2023 Period

Successor Agency: Covina

County: Los Angeles

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)	22-23A Total (July - December)	22-23B Total (January - June)	ROPS 22-23 Total
A Enforceable Obligations Funded as Follows (B+C+D)	\$ 3,040,222	\$ 179,600	\$ 3,219,822
B Bond Proceeds	-	-	-
C Reserve Balance	2,833,610	-	2,833,610
D Other Funds	206,612	179,600	386,212
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G)	\$ 210,013	\$ 3,093,138	\$ 3,303,151
F RPTTF	210,013	3,093,138	3,303,151
G Administrative RPTTF	-	-	-
H Current Period Enforceable Obligations (A+E)	\$ 3,250,235	\$ 3,272,738	\$ 6,522,973

Certification of Oversight Board Chairman:

Pursuant to Section 34177 (o) of the Health and Safety code, I hereby certify that the above is a true and accurate Recognized Obligation Payment Schedule for the above named successor agency.

Stephen Dickinson Chair
 Name Title

/s/ [Signature] 1-13-22
 Signature Date

RESOLUTION NO. COB 22-01

A RESOLUTION OF THE LOS ANGELES COUNTY FIFTH SUPERVISORIAL DISTRICT CONSOLIDATED OVERSIGHT BOARD APPROVING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS 22-23) OF THE SUCCESSOR AGENCY OF THE COVINA REDEVELOPMENT AGENCY PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177 FOR THE PERIOD JULY 1, 2022, THROUGH JUNE 30, 2023, AND TAKING RELATED ACTIONS

WHEREAS, pursuant to ABx 1 26, enacted on June 28, 2011, and as subsequently amended by AB 1484, SB 341, and SB 107 ("Dissolution Act"), the Covina Redevelopment Agency was dissolved as of February 1, 2012, and the City of Covina elected to serve as the Successor Agency to the former Covina Redevelopment Agency ("Successor Agency");

WHEREAS, pursuant to Health and Safety Code Section 34179 (q), commencing on and after July 1, 2018, the County of Los Angeles, where more than 40 oversight boards were created by the Dissolution Act, shall have five consolidated oversight boards each encompassing the five supervisorial districts;

WHEREAS, the Fifth Supervisorial District Consolidated Oversight Board ("Oversight Board") has jurisdiction over the Successor Agency;

WHEREAS, the Fifth Supervisorial District Consolidated Oversight Board held a regular meeting on January 13, 2022;

WHEREAS, pursuant to Health and Safety Code Section 34177(o), the Successor Agency must prepare a Recognized Obligation Payment Schedule listing the anticipated payments for enforceable obligations to be made by the Successor Agency during the fiscal period from July 1, 2022, through June 30, 2023 ("ROPS 22-23"), and submit ROPS 22-23 to the Oversight Board for approval;

WHEREAS, pursuant to Health and Safety Code Section 34177(l)(2)(C) and Section 34177(o)(1), the Successor Agency must: (i) submit the Oversight Board-approved ROPS 22-23 to the State Department of Finance (the "DOF"), the Office of the State Controller, and the County Auditor-Controller no later than February 1, 2022, and (ii) post a copy of the Oversight Board-approved ROPS 22-23 on the Successor Agency's website; and

WHEREAS, the Successor Agency has prepared ROPS 22-23 covering the period July 1, 2022, through June 30, 2023, and has submitted ROPS 22-23 to the Oversight Board for approval;

NOW THEREFORE, THE LOS ANGELES COUNTY FIFTH SUPERVISORIAL DISTRICT CONSOLIDATED OVERSIGHT BOARD HEREBY RESOLVE AND FIND AS FOLLOWS:

Section 1. Recitals. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

Section 2. CEQA Compliance. The approval of ROPS 22-23 through adoption of this Resolution does not commit the Oversight Board to any action that may have a significant effect on the environment. As a result, such action does not constitute a project subject to the requirements of the California Environmental Quality Act.

Section 3. Approval of ROPS 22-23. The Oversight Board hereby approves proposed ROPS 22-23, in substantially the form attached to this Resolution as Exhibit A, pursuant to Health and Safety Code Section 34177. Staff of the Successor Agency is hereby authorized and directed to: (i) submit a copy of such approved ROPS 22-23 to the DOF, the Office of the State Controller, and the County Auditor-Controller and (ii) post a copy of the Oversight Board-approved ROPS 22-23 on the Successor Agency's Internet website (being a page on the Internet website of the City of Covina).

Section 4. Severability. If any provision of this Resolution or the application of any such provision to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of this Resolution that can be given effect without the invalid provision or application, and to this end the provisions of this Resolution are severable. The Oversight Board declares that the Oversight Board would have adopted this Resolution irrespective of the invalidity of any particular portion of this Resolution.

Section 5. Further Actions. The members of the Oversight Board and the Staff of the Successor Agency are hereby authorized and directed, jointly and severally, to do any and all things which they may deem necessary or advisable to effectuate this Resolution, including requesting additional review by the DOF and an opportunity to meet and confer on any disputed items, and any such actions previously taken by such Oversight Board members or Staff members are hereby ratified and confirmed.

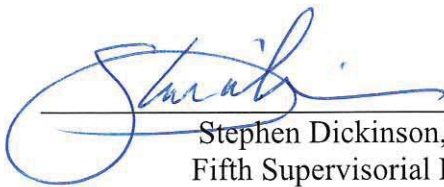
PASSED, APPROVED AND ADOPTED this 13th day of January, 2022, by the following vote:

Ayes: Board Members Berry, Johnson, Koffroth, Miller, Saraiya, Vice-Chair Dortch, and Chair Dickinson

Noes:

Abstain:

Absent:


Stephen Dickinson, Chair,
Fifth Supervisorial District
Consolidated Oversight Board,

ATTEST:



Cesar Hernandez, Deputy Clerk
Los Angeles County Fifth Supervisorial District
Consolidated Oversight Board

Covina
Recognized Obligation Payment Schedule (ROPS 22-23) - ROPS Detail
July 1, 2022 through June 30, 2023

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 22-23 Total	ROPS 22-23A (Jul - Dec)					22-23A Total	ROPS 22-23B (Jan - Jun)					22-23B Total
											Fund Sources						Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
								\$9,992,516		\$6,522,973	\$-	\$2,833,610	\$206,612	\$210,013	\$-	\$3,250,235	\$-	\$-	\$179,600	\$3,093,138	\$-	\$3,272,738
5	2004 Tax Allocation Bonds Series B-1	Revenue Bonds Issued On or Before 12/31/10	11/01/2004	12/01/2023	US Bank	Bond issue to fund housing projects	1	774,872	N	\$389,804	-	379,735	-	-	-	\$379,735	-	-	-	10,069	-	\$10,069
7	Fiscal Agent Fees	Fees	07/01/1997	12/01/2023	US Bank	Fiscal agent fees to maintain bond funds	1&2	2,400	N	\$1,200	-	-	-	-	-	\$-	-	-	1,200	-	-	\$1,200
13	Employee Obligations	Unfunded Liabilities	09/01/1965	06/30/2024	City of Covina	Retiree Obligations	1	70,000	N	\$35,000	-	-	-	17,500	-	\$17,500	-	-	-	17,500	-	\$17,500
34	Tax Allocation Revenue Refunding Bonds Series 2013E	Refunding Bonds Issued After 6/27/12	12/18/2013	12/01/2023	US Bank	Refunding bond issue of non-housing projects	1&2	4,890,625	N	\$2,446,000	-	2,386,375	-	-	-	\$2,386,375	-	-	-	59,625	-	\$59,625
35	Tax Allocation Revenue Refunding Bonds Series 2013E	Fees	12/18/2023	12/01/2023	US Bank	Fiscal agent fees to maintain bond funds	1&2	2,400	N	\$1,200	-	-	-	-	-	\$-	-	-	1,200	-	-	\$1,200
36	Housing Entity Administrative Cost Allowance	Housing Entity Admin Cost	07/01/2015	07/01/2019	City of Covina	As allowed by AB 471	1&2	600,000	N	\$300,000	-	-	-	150,000	-	\$150,000	-	-	-	150,000	-	\$150,000
37	Tax Allocation Revenue Refunding Bonds Series 2014A	Refunding Bonds Issued After 6/27/12	12/23/2014	12/15/2023	US Bank	Refunding bond issue of non-housing projects	1&2	192,125	N	\$140,875	-	67,500	29,612	42,513	-	\$139,625	-	-	-	1,250	-	\$1,250
38	Tax Allocation Revenue Refunding Bonds Series 2014A	Fees	12/23/2014	12/15/2023	US Bank	Fiscal agent fees to maintain bond funds	1&2	2,400	N	\$1,200	-	-	-	-	-	\$-	-	-	1,200	-	-	\$1,200
39	Administration	Admin Costs	07/01/2017	06/30/2018	City of Covina	Administration	1&2	500,000	N	\$250,000	-	-	125,000	-	-	\$125,000	-	-	125,000	-	-	\$125,000
40	2004 Tax	Reserves	11/01/	12/01/2023	US	Bond issue to	1	385,069	N	\$385,069	-	-	-	-	-	\$-	-	-	-	385,069	-	\$385,069

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	
Item #	Project Name	Obligation Type	Agreement Execution Date	Agreement Termination Date	Payee	Description	Project Area	Total Outstanding Obligation	Retired	ROPS 22-23 Total	ROPS 22-23A (Jul - Dec)						ROPS 22-23B (Jan - Jun)						22-23B Total
											Fund Sources			Fund Sources			Fund Sources			Fund Sources			
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF		
	Allocation Bonds Series B-1		2004		Bank	fund housing projects																	
41	Tax Allocation Revenue Refunding Bonds Series 2013E	Reserves	12/18/2013	12/01/2023	US Bank	Refunding bond issue of non-housing projects	1&2	2,444,625	N	\$2,444,625	-	-	-	-	-	\$-	-	-	-	2,444,625	-	\$2,444,625	
42	Tax Allocation Revenue Refunding Bonds Series 2014A	Reserves	12/23/2014	12/15/2023	US Bank	Refunding bond issue of non-housing projects	1&2	25,000	N	\$25,000	-	-	-	-	-	\$-	-	-	-	25,000	-	\$25,000	
44	LRPMP Property Disposition	Property Dispositions	07/01/2017	06/30/2018	Various	Costs for Property Disposition	1&2	103,000	N	\$103,000	-	-	52,000	-	-	\$52,000	-	-	51,000	-	-	\$51,000	
47	Housing Bonds (previous ROPS line 14-17)	Bond Funded Project - Housing	03/22/2016	06/30/2018	City of Covina	Transfer of Interest Accrued subsequent to ROPS 16-17		-	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-	
48	Bond Project -Non Housing (previous ROPS line 32)	Bond Funded Project - 2011	03/22/2016	06/30/2018	City of Covina	Transfer of Interest Accrued subsequent to ROPS 16-17		-	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-	
49	Bond Project -Non Housing (previous ROPS line 31)	Bond Funded Project - Pre-2011	03/22/2016	06/30/2024	City of Covina	Transfer of Interest Accrued subsequent to ROPS 16-17		-	N	\$-	-	-	-	-	-	\$-	-	-	-	-	-	\$-	

Covina
Recognized Obligation Payment Schedule (ROPS 22-23) - Report of Cash Balances
July 1, 2019 through June 30, 2020
 (Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (l), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation.							
A	B	C	D	E	F	G	H
	ROPS 19-20 Cash Balances (07/01/19 - 06/30/20)	Fund Sources					Comments
		Bond Proceeds		Reserve Balance	Other Funds	RPTTF	
		Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS RPTTF and Reserve Balances retained for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin	
1	Beginning Available Cash Balance (Actual 07/01/19) RPTTF amount should exclude "A" period distribution amount.	119,368	89,299	2,692,770	1,369,743	25,130	
2	Revenue/Income (Actual 06/30/20) RPTTF amount should tie to the ROPS 19-20 total distribution from the County Auditor-Controller	5,135	34,229		197,446	2,707,174	Column G Does not include FY19-20 LAIF Interest, as it was added to FY18-19 Figures and distributed in FY21-22
3	Expenditures for ROPS 19-20 Enforceable Obligations (Actual 06/30/20)	-		2,692,770	633,354	295,050	
4	Retention of Available Cash Balance (Actual 06/30/20) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)	124,503			547,623	2,412,124	
5	ROPS 19-20 RPTTF Prior Period Adjustment RPTTF amount should tie to the Agency's ROPS 19-20 PPA form submitted to the CAC			No entry required		25,130	
6	Ending Actual Available Cash Balance (06/30/20) C to F = (1 + 2 - 3 - 4), G = (1 + 2 - 3 - 4 - 5)	\$-	\$123,528	\$-	\$386,212	\$-	No PPA, as 19-20 RPTTF was 100% expended

Covina
Recognized Obligation Payment Schedule (ROPS 22-23) - Notes
July 1, 2022 through June 30, 2023

Item #	Notes/Comments
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